

State of Utah
Division of Oil Gas & Minin
Mining/Exploration Summary

09/05/2001

LARGE MINING OPERATION

Permt # **M450022**

Name: **KNOLLS SOLAR PONDS**

Permit Status

Status: **APP** Approved:
 Recieved: **03/25/1987** **09/10/1987**
 Tent Appr: **05/05/1987**

Mine Status

Status: **ACT**
 Date: **09/04/1998**

Ownership

Surface: **BLM ST**
 Mineral: **BLM ST**

Location

UTMX: **312,160**
 UTM Y: **4,524,072**

Methods

Minerals Mined/Explored: **MAGNESIUM**

Surf/Under: **SURFACE**

Methods Used:

Bonding

Approved Acres	Acres Released	Date Released
176	0	/ /
Bond Type		
SURETY - GULF INS		
Bond Amount:	Date Bond Expires:	
\$ 110,000	07/09/1995	

Permit Fees

Date Sent	Date Received
06/27/2001	07/02/2001
Fee Received	Cash Receipt
\$ 750	2NROG000001
Deliquent Notice	
/ /	

Comments:

9/5/2001 - Sent CRR letter regarding suspension of operations. Annual reports indicated that project was last active in 1999. Due to subsequent notification of Chapter 11 bankruptcy filing, DOGM needs information regarding operator's continued suspension, termination, reclamation and/or reactivation of the mine.

8/30/2001 - Received "draft" copy of letter from Kurt Seel, AAG to operator (privileged).

8/5/2001 - Newspaper clipping from Desert News paper and SL Tribune, stated MagCorp filing (of Chapter 11 bankruptcy) raises a red flag.

7/26/2001 - Received MagCorp's response to DOGM 7/13 letter. MagCorp still contests BLM's right to change the bond amount and why DOGM does not perform their own cost estimate instead of just taking the BLM figures.

Last Action

Action: **00 FEE**

Start Date: **06/30/2000**

End Date: **07/10/2000**

Fee \$750 - Receipt # 1NROG000001

Last Inspection

Date **04/20/2000**

Inspector **TG**

Time of Inspection: **1030 - 1335**

Conditions: **partly cloudy, warm**

Participants: **Lee Brown, Tom Tripp, Tony Rudman, MagCorp; Wayne Hedberg, Tony Gallegos, Tom Munson, DOGM**

Last Annual Report 2000

Acreage: **0.0**

Acr Reclaimed: **0.0**

Production: **N,ne ,**

Last Agency Action

Agency: **BLM**

Agency ID:

Date: **/ /**

Operator MAGNESIUM CORP OF AMERICA

Oper Id: **517**

TaxID **061-03-0566**

Contact: **LEE R BROWN**

Address: **238 N 2200 W**

Phone: **(801) 532-2043**

Fax **(801) 534-1407**

E-Mail

SALT LAKE CITY UT 84116

Location

Qqqr	Qqr	Qtr	Section	Township	Range	Merid	Quad	Sheet
			05	N01.0	W12.0	S		
			36	N01.0	W13.0	S		
			01	S01.0	W13.0	S		

000841